

**2004 Proposed Financial Plan**  
**Motor Pool Equipment Rental Revolving Fund/5580**

	<b>2002 Actual <sup>1</sup></b>	<b>2003 Adopted</b>	<b>2003 Estimated <sup>2</sup></b>	<b>2004 Proposed</b>	<b>2005 Projected <sup>3</sup></b>	<b>2006 Projected <sup>3</sup></b>
<b>Beginning Fund Balance</b>	8,490,538	8,412,286	11,220,635	5,697,425	4,830,247	3,912,237
<b>Revenues</b>						
* Garage Services & Supplies	20,063	50,028	50,028	65,207	67,163	69,178
* Investment Interest	371,098	271,162	271,162	110,749	137,539	141,646
* Sale of Equipment	252,502	466,593	466,593	373,255	380,985	354,492
* Other Miscellaneous Revenues	83,947	135,000	135,000	135,000	139,050	143,222
* Vehicle Rental Revenues	8,617,083	7,563,043	7,563,043	7,548,010	7,694,891	7,848,789
<b>Total Revenues</b>	<b>9,344,693</b>	<b>8,485,826</b>	<b>8,485,826</b>	<b>8,232,221</b>	<b>8,419,629</b>	<b>8,557,327</b>
<b>Expenditures</b>						
* Operating and Maintenance	(4,440,206)	(5,281,666)	(5,281,666)	(5,327,401)	(5,487,223)	(5,651,840)
* Capital Equipment Replacement	(1,842,808)	(4,665,927)	(4,665,927)	(3,732,545)	(3,809,852)	(3,544,924)
* Debt Service-Core Financial	(40,582)	(39,453)	(39,453)	(39,453)	(40,563)	(40,575)
* 2002-2003 Carryover Encumbrances			(2,221,990)			
<b>Total Expenditures</b>	<b>(6,323,596)</b>	<b>(9,987,046)</b>	<b>(12,209,036)</b>	<b>(9,099,399)</b>	<b>(9,337,638)</b>	<b>(9,237,339)</b>
<b>Estimated Underexpenditures</b>						
<b>Other Fund Transactions</b>						
* Rebate	(291,000)	(1,800,000)	(1,800,000)			
* Other Financial Transactions						
<b>Total Other Fund Transactions</b>	<b>(291,000)</b>	<b>(1,800,000)</b>	<b>(1,800,000)</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Ending Fund Balance</b>	<b>11,220,635</b>	<b>5,111,066</b>	<b>5,697,425</b>	<b>4,830,247</b>	<b>3,912,237</b>	<b>3,232,226</b>
<b>Reserves &amp; Designations</b>						
* Allowance of Inventory	(49,908)	(79,349)	(79,349)	(81,729)	(84,181)	(86,707)
* Contingency for Capital Improvement	(285,509)	(279,613)	(279,613)	(246,967)	(252,589)	(256,720)
* 2002-2003 Carryover Encumbrances	(2,221,990)					
<b>Total Reserves &amp; Designations</b>	<b>(2,557,407)</b>	<b>(358,962)</b>	<b>(358,962)</b>	<b>(328,696)</b>	<b>(336,770)</b>	<b>(343,427)</b>
<b>Ending Undesignated Fund Balance</b>	<b>8,663,228</b>	<b>4,752,104</b>	<b>5,338,463</b>	<b>4,501,551</b>	<b>3,575,467</b>	<b>2,888,799</b>
<b>Projected Fleet Replacement Cost (PFRC) <sup>5</sup></b>	<b>30,434,851</b>	<b>31,399,079</b>	<b>31,399,079</b>	<b>27,818,830</b>	<b>28,375,207</b>	<b>28,942,711</b>
<b>Percent of PFRC</b>	<b>28%</b>	<b>15%</b>	<b>17%</b>	<b>16%</b>	<b>13%</b>	<b>10%</b>
<b>Target Fund Balance- 10% of PFRC</b>	<b>3,043,485</b>	<b>3,139,908</b>	<b>3,139,908</b>	<b>2,781,883</b>	<b>2,837,521</b>	<b>2,894,271</b>
<b>Target Fund Balance- 20% of PFRC</b>	<b>6,086,970</b>	<b>6,279,816</b>	<b>6,279,816</b>	<b>5,563,766</b>	<b>5,675,041</b>	<b>5,788,542</b>

**Financial Plan Notes:**

<sup>1</sup> 2002 Actuals are from the 2002 CAFR.

<sup>2</sup> 2003 Estimated is based on annualized revenue & expenditure report.

<sup>3</sup> 2005 and 2006 Projected are based on the following assumptions:

- a) Assumes 2.25% annual percentage rate in 2004, 3.3% in 2005 and 4.15% in 2006 on investment earnings.
- b) Assumes sale of equipment is 10% of annual capital expenditures.
- c) Assumes 3% annual increase in miscellaneous revenues as well as in operating and maintenance costs.
- d) Capital expenditures are based on replacement schedule based on established replacement standards for each type of vehicle.
- e) Allowance for inventory is equal to inventory value at the beginning of each year per CAFR. Estimated increase 3% per year.
- f) Contingency for capital improvement is estimated at 3% of annual revenues.

<sup>4</sup> Total revenue based on 2002 CAFR minus the gain (loss/depreciation ) on disposal of capital assets

<sup>5</sup> Target Fund Balance, as recommended by the County Auditor, is equal to a range of 10% to 20% of the Projected Replacement Cost of the Fleet (PFRC).